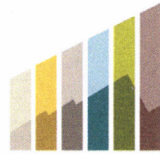


EXHIBIT 6

DATE 1/22/13

HB 2

Exhibit #6
1/21/2013



MONTANA
DEPARTMENT OF COMMERCE

Community Development Division

Kelly A. Lynch
Division Administrator

Presentation to the Joint Appropriations
Subcommittee on General Government

January 22, 2013

Montana Department of Commerce
Community Development Division

Missions and Statutory Purposes

§ 90-1-103, MCA – Community Development (CDBG, NSP, CTAP)

§ 90-1-151, MCA – Montana Main Street Program

§ 90-6-701, MCA – Treasure State Endowment Program

§ 90-6-801, MCA – Quality Schools Grant Program

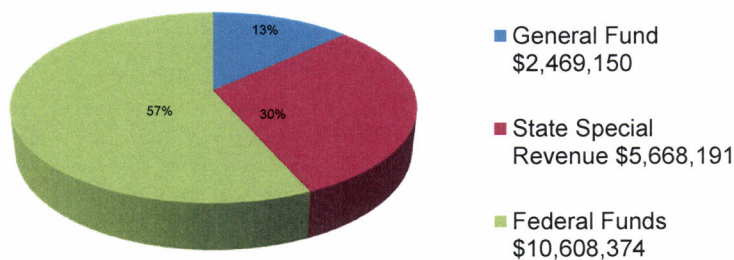
§ 90-6-201, MCA – Coal Board

§ 90-6-301, MCA – Hard Rock Mining Impact Board

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Community Development Division

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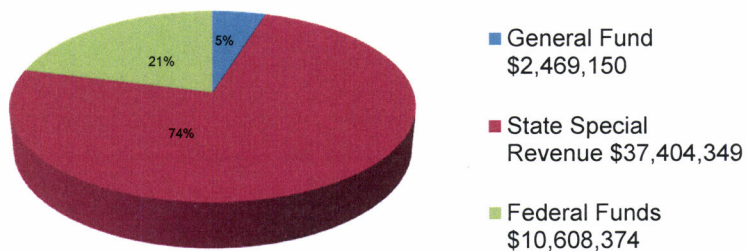
HB 2 Funding Proposals
\$18,745,715



Montana Department of Commerce
Community Development Division

Community Development Division

Total CDD 2015 Biennium Budget
\$50,481,873



Montana Department of Commerce
Community Development Division

Community Development Division

Community Development Block Grant Program (CDBG)

- Federally funded competitive grant program
- Typical award of \$450,000 for housing, infrastructure, and community facility projects that primarily benefit low to moderate-income Montanans
- Department is statutorily charged with administering CDBG and adopting rules
 - CDD houses housing and public facilities portions of the program
- Grants funded with federal U.S. Housing and Urban Development (HUD) funds
 - \$3.1 million in project grants FFY 2012 to 7 local governments for two public water and wastewater projects, two youth homes, a home for disabled, an assisted living facility, and a women's shelter.
 - \$360,785 in community planning grants to 14 local governments, half of those providing assistance to Eastern Montana communities facing rapid population growth from oil and gas development
- Requires 3% state general fund match for administration

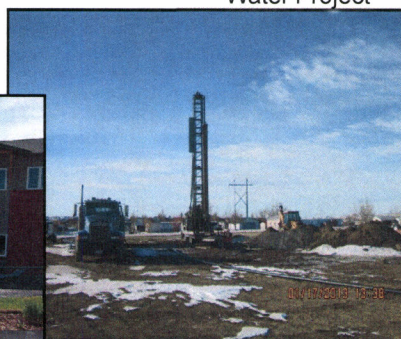
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CDBG Grants

2010 Missoula:
Mountain Home Montana



2011 Sun Prairie:
Water Project



2009 Geyser: Fire Hall



Community Development Division

Neighborhood Stabilization Program

- NSP is a temporary federal program that assists communities negatively impacted by housing foreclosures.
- Provided funding to 11 local governments to acquire foreclosed, abandoned or vacant structures and rehabilitate or redevelop these units for resale as affordable housing
- To date, 101 single-family and 125 multi-family units constructed or rehabilitated – 154 of those (almost 70%) are now occupied by very low to moderate-income Montanans.
- Grants funded with federal U.S. Department of Housing and Urban Development (HUD) funds -- \$19.6 million in grants FFY 2008 to 8 local governments; \$5 million in grants FFY 2010 to 3 local governments

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Neighborhood Stabilization

Grants

Missoula:
Rental Units



Great Falls:
Single Family Homes



Billings:
Single Family Homes



Community Development Division

Community Technical Assistance Program (CTAP)

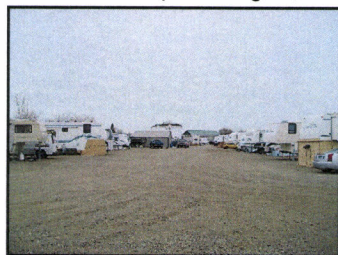
- Provides technical land use and planning assistance to local governments, planning departments, private developers, surveyors, non-profit organizations, and the public
- Department statutorily required to provide technical assistance to local governments and act as a clearinghouse for information
- Staff shares professional knowledge, conducts workshops and training, provides GIS mapping, publications, and research material on issues such as subdivision regulations, zoning, recording surveys and plats, administrative decision-making, and case law updates
- Has been working extensively with Eastern Montana communities and others facing rapid growth as a result of oil and gas development
- Funded by state general fund

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Community Development Division

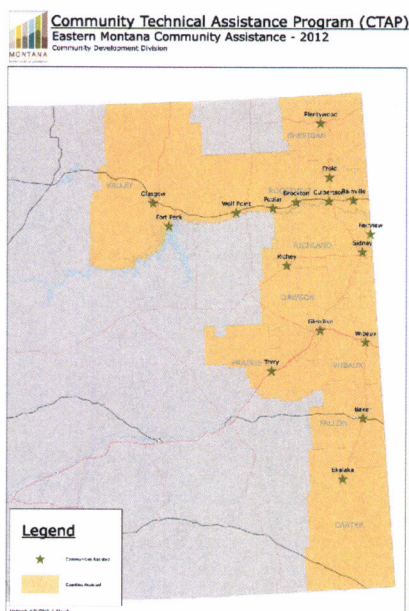
Community Technical Assistance Program



CTAP Workshop – Glasgow, MT



Temporary Housing – Sidney, MT



Community Development Division

Montana Main Street Program

- Provides technical assistance and grant funds to member communities for historic downtown revitalization, economic development, and historic preservation activities
- Follows parent organization National Trust for Historic Preservation Four-Point Approach® of organization, design, economic restructuring, and promotion
- Grants and program administration funded with state general funds -
- \$36,500 in grants FY 2012 to six Main Street communities, including Terry and Glasgow
- One-time-only decision package – 2015 biennium program will be fifth biennium the program has been administered by the Department

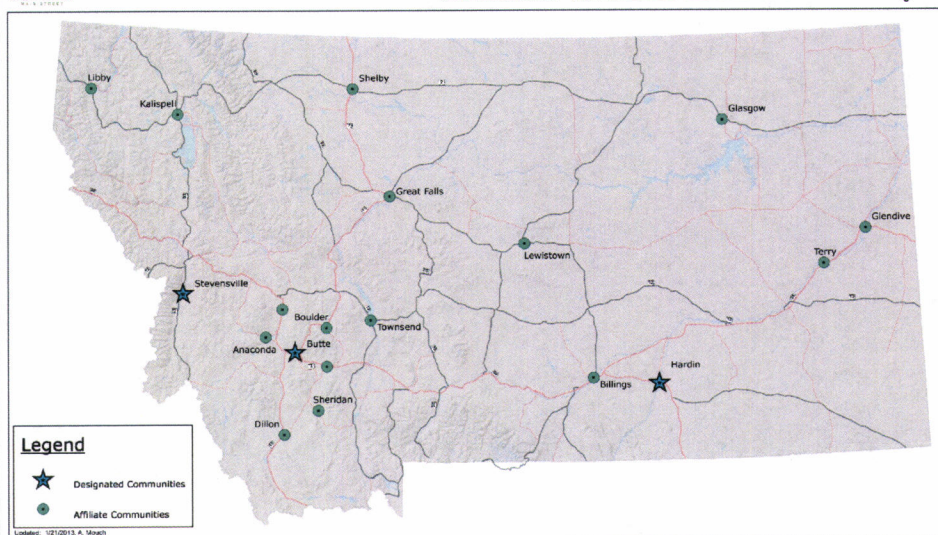
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Montana Main Street Program

Active Communities - 2012

Community Development Division



Community Development Division

Quality Schools Grant Program

- Competitive grant program that provides school facility grants, planning grants, and emergency grants to public K-12 school districts
- Variable award amounts to address student health and safety issues, energy efficiency, technology upgrades, classroom expansions, and accreditation standards
- Grants funded with state special revenue from school facility and technology account – HB 15 proposes \$11,268,792 in grants to 29 schools, \$100,000 in emergency grants, \$900,000 in planning grants for 2015 biennium.
- Beginning in last session, program administration funded from state general fund

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Quality Schools Grants

2011 Lolo District Planning Grant

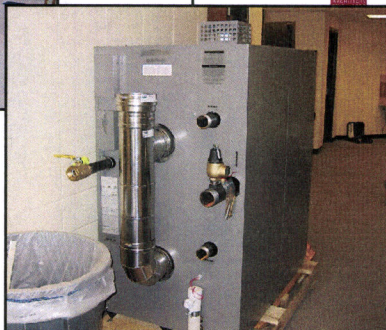
2011 Denton Asbestos Floor Tile Removal Project



COMPREHENSIVE MASTER PLAN
LOLO SCHOOL DISTRICT
LOLO, MT

CTA

2011 Miles City Boiler and HVAC system replacement



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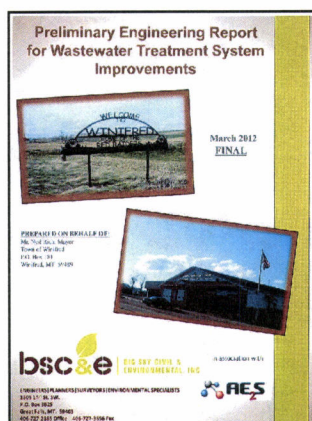
Treasure State Endowment Program (TSEP)

- Competitive grant program that provides local government infrastructure grants, planning grants, and emergency grants to local governments, water and sewer districts, and tribal governments
- Typical award of \$750,000 for water, wastewater, solid waste, storm water, and bridge projects
- Grants funded with Treasure State Endowment state special revenue fund – HB 11 proposes \$18,476,366 in grants to 31 local governments and districts, \$100,000 in emergency grants, \$900,000 in planning grants for 2015 biennium.
- Program administration also funded from state special revenue account

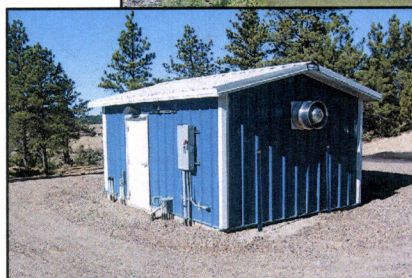
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TSEP Grants

2011 Yellowstone County
Bridge Project



2011 Winifred Preliminary
Engineering Report



2009 Melstone Water
System Improvements

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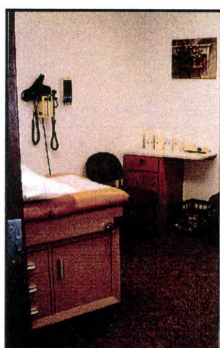
Coal Board

- 7-member board administratively attached to the Department – CDD staff provides administrative support to the Board
- Board approves grants to cities, counties, water and sewer districts, school districts, and other governmental units to provide for the expansion of public services or facilities needed as a direct consequence of coal development activities
- Variable award amounts for public infrastructure, emergency service facilities and equipment, school facility improvements, etc.
- Grants funded with Coal Natural Resource state special revenue funds - \$5.5 million in grants FY 2012 to 49 local governments
- Program administration also funded from state special revenue account

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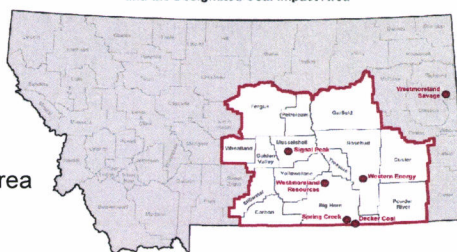
Coal Board

2012 Roundup Memorial Health
Care Center Improvements



2012 Miles City Community College:
Heavy Equipment Program purchase

Major Coal Mines
and the Designated Coal Impact Area



Coal Impact Area

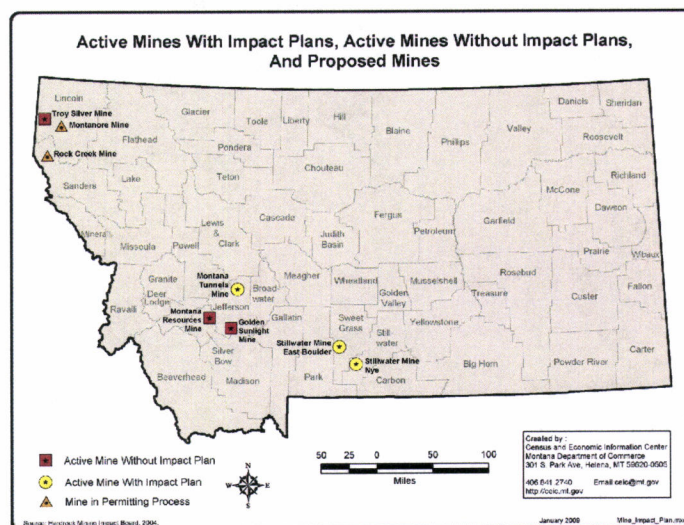
Community Development Division

Hard Rock Mining Impact Board

- 5-member board administratively attached to the Department – CDD staff provides administrative support to the Board
- Board provides technical assistance with metal mines license tax distributions to local governments and mine developers to mitigate potential impacts from large-scale mine development
- Board handles disputes between affected entities and mine developers
- Board activities and administration funded by 2.5% allocation of the metalliferous mines license tax

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Hard Rock Mine Map



Community Development Division

HB 2 Decision Packages – CDD Main Street OTO

DP-6001 Main Street OTO: This decision package provides for the renewal of the OTO Montana Main Street Program with minimal additional funding to continue current program operations and increase grants to Montana communities.

\$150,000 in each of FY 2014 and FY 2015 to support program administration, technical assistance, and grants to local governments.

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HB 2 Decision Packages – CDD Administrative Costs

DP-6002 Administrative Costs Adjustments: This decision package makes minor adjustments to CDD administrative funding to restore overtime, increase per diem for Coal and Hard Rock Board members, restore expenses covered in 2013 biennium by temporary federal grant funds, cover additional printing and equipment expenses, adjust the biennial appropriation to the Coal Board to match revenue estimates, and appropriate \$100,000 for statutorily required restricted Hard Rock Mining reserve account.

\$754,364 in FY 2014 and \$369,100 in FY 2015. Of these amounts \$562,202 in FY 2014 is for Coal Board grant authority and \$100,000 each year is for Hard Rock reserve account.

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Community Development Division

HB 2 Decision Packages – CDD Federal Grants

DP-6003 Federal Grants Adjustment: This decision package adjusts normal ongoing federal appropriations for grants to match the estimated federal funds that will be received in the 2015 biennium. Both FY 2012 and FY 2013 are estimated at additional \$2,000,000 each year in federal special revenue.

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Community Development Division

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HB 2 Decision Packages – PDC Training Fee

DP-6101 Professional Development Center Training Fee: This decision package reflects statewide agency changes from individual course fees to fixed cost allocation.

Reduction of \$384 in budgeted education and training costs across all CDD program funds in each fiscal year.

Montana Department of Commerce
Community Development Division



MONTANA
DEPARTMENT OF COMMERCE

Community Development Division

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Montana Department of Commerce
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